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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STUBER
Executive Director

Division of Oil, Gas and Mining

JOHN R. RAZA
Division Director

June 28, 2011

Andre Zeitoun
Applied Minerals
P. O. Box 968
630 East Mullan Avenue, #D
Osburn, Idaho 83837

Subject: Approval of Notice of Intention to Commence Large Mining Operations (NOI) and Reclamation Surety, Atlas Mining Company, Dragon Mine, M/023/0080, Juab County, Utah

Dear Mr. Zeitoun:

The Division of Oil, Gas and Mining has received the reclamation surety for the Dragon Mine and two copies of the NOI. The Division now permits you to begin mining operations as outlined in your NOI. The permitted disturbed area is 40.3 acres. A copy of the executed surety documents will be forwarded to the BLM state and field office for their records. The surety will be reviewed periodically to assure that the bond remains adequate.

The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations.

Enclosed are copies of the signed and executed Reclamation Contract and surety bond forms for your files. Also enclosed is a copy of the "approved" Notice of Intention to Commence Large Mining Operations for your files. Please keep your plan current by submitting changes using Form MR-REV-att, which is located on the web at www.dogm.utah.gov.

All future correspondence should reference M/023/0080. Thank you for your help and patience in finalizing this permitting action. Please call me if you have any questions in this regard.

Sincerely,

Dana Dean, P. E.
Associate Director of Mining

PBB:whw:eb

Enclosure: Reclamation Contract, NOI

cc: JMansfield@BLM.gov
Juab County

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